# LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

200 W. Washington, Suite 301 Indianapolis, IN 46204 (317) 233-0696 http://www.in.gov/legislative

#### FISCAL IMPACT STATEMENT

**LS 7216 NOTE PREPARED:** Jan 4, 2004

BILL NUMBER: SB 395 BILL AMENDED:

**SUBJECT:** Motorcycle Operational Skills Test and Waiver.

FIRST AUTHOR: Sen. Sipes BILL STATUS: As Introduced

FIRST SPONSOR:

**FUNDS AFFECTED:** 

**X GENERAL IMPACT:** State

**X** DEDICATED FEDERAL

<u>Summary of Legislation:</u> This bill revises the definition of approved motorcycle driver education and training course to specify that a course offered by a motorcycle dealer must meet certain standards. It requires the Bureau of Motor Vehicles (BMV) to establish a free waiver procedure from the motorcycle license operational skills test for a graduate of an approved motorcycle driver education and training course. The bill provides that the Department of Education (DOE) may enter into contracts with motorcycle dealers for motorcycle operator safety education courses.

**Effective Date:** Upon passage.

**Explanation of State Expenditures:** For the BMV, adopting rules for the waiver procedure will have no fiscal impact, as the BMV adopts rules on a continuing basis. Implementing the waiver procedure may require additional BMV staff time. This is indeterminable. The fund affected is the Motor Vehicle Highway Account which supports the BMV.

For the DOE, the bill expands the types of eligible contractor with whom they may contract for motorcycle operator safety education courses. This provision should have no additional fiscal impact upon the DOE. The fund affected for the DOE is the state General Fund.

Background Information: The fees for various motorcycle operator licenses are shown in the table below.

SB 395+

Type of Motorcycle License	<u>Fee</u>
Motorcycle Operator (4 Yr.)	\$14
Motorcycle Operator (3 Yr.)	\$12
Motorcycle Endorsement ( 4 Yr.)	\$10
Motorcycle Endorsement (2/3 Yr.)	\$8

All fees are deposited into the MVHA except \$5 for each motorcycle license, which goes into the Motorcycle Safety Education Fund. Revenue for this fund amounted to \$1,034,600 in FY 2003. In CY 2002, the most recent year for which complete data are available, there were 131,822 motorcycles registered in the state.

## **Explanation of State Revenues:**

## **Explanation of Local Expenditures:**

#### **Explanation of Local Revenues:**

State Agencies Affected: Bureau of Motor Vehicles; Department of Education.

## **Local Agencies Affected:**

Information Sources: BMV County Count for CY 2002; Revenue Trial Balance for FY 2003.

Fiscal Analyst: James Sperlik, 317-232-9866.

SB 395+